

Joshua A. Sussberg, P.C.

KIRKLAND & ELLIS LLP

KIRKLAND & ELLIS INTERNATIONAL LLP

601 Lexington Avenue

New York, New York 10022

Telephone: (212) 446-4800

Facsimile: (212) 446-4900

Patrick J. Nash, Jr., P.C. (admitted *pro hac vice*)

Ross M. Kwasteniet, P.C. (admitted *pro hac vice*)

Christopher S. Koenig

Dan Latona (admitted *pro hac vice*)

KIRKLAND & ELLIS LLP

KIRKLAND & ELLIS INTERNATIONAL LLP

300 North LaSalle Street

Chicago, Illinois 60654

Telephone: (312) 862-2000

Facsimile: (312) 862-2200

Counsel to the Debtors and Debtors in Possession

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:

CELSIUS NETWORK LLC, *et al.*,¹

Debtors.

)
) Chapter 11
)
) Case No. 22-10964 (MG)
)
) (Jointly Administered)
)

NOTICE OF FILING OF JUNE 28, 2023, HEARING PRESENTATION

PLEASE TAKE NOTICE that the above-captioned debtors and debtors in possession (collectively, the “Debtors”) hereby file the presentation (the “Presentation”), attached hereto as **Exhibit A**, that will be used at the hearing that will take place on **Wednesday, June 28, 2023 at 10:00 a.m., prevailing Eastern Time** (the “Hearing”) before the Honorable Martin Glenn, Chief United States Bankruptcy Judge of the United States Bankruptcy Court for the Southern District of New York.

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are: Celsius Network LLC (2148); Celsius KeyFi LLC (4414); Celsius Lending LLC (8417); Celsius Mining LLC (1387); Celsius Network Inc. (1219); Celsius Network Limited (8554); Celsius Networks Lending LLC (3390); Celsius US Holding LLC (7956); GK8 Ltd. (1209); GK8 UK Limited (0893); and GK8 USA LLC (9450). The location of Debtor Celsius Network LLC’s principal place of business and the Debtors’ service address in these chapter 11 cases is 50 Harrison Street, Suite 209F, Hoboken, New Jersey 07030.

PLEASE TAKE FURTHER NOTICE that copies of the Presentation and other pleadings filed in the above-captioned chapter 11 cases may be obtained free of charge by visiting the website of Stretto at <http://www.cases.stretto.com/celsius>. You may also obtain copies of any pleadings by visiting the Court's website at <http://www.nysb.uscourts.gov> in accordance with the procedures and fees set forth therein.

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New York, New York
Dated: June 27, 2023

/s/ Joshua A. Sussberg

KIRKLAND & ELLIS LLP
KIRKLAND & ELLIS INTERNATIONAL LLP

Joshua A. Sussberg, P.C.
601 Lexington Avenue
New York, New York 10022
Telephone: (212) 446-4800
Facsimile: (212) 446-4900
Email: joshua.sussberg@kirkland.com

- and -

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Christopher S. Koenig
Dan Latona (admitted *pro hac vice*)
300 North LaSalle Street
Chicago, Illinois 60654
Telephone: (312) 862-2000
Facsimile: (312) 862-2200
Email: patrick.nash@kirkland.com
ross.kwasteniet@kirkland.com
chris.koenig@kirkland.com
dan.latona@kirkland.com

Counsel to the Debtors and Debtors in Possession

Exhibit A

Presentation



Ongoing Activities Update

June 2023



Account Withdrawals Update

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Group	Description	Eligible Users	KYC'd Users	Eligible Value (\$mm)	Withdrawn Value (\$mm)	Funds Available Date
1st	Pure Custody & Below \$7,575 Pref. Threshold	~33.9k ⁽¹⁾	~18.4k (55% of eligible)	\$39.8mm	\$31.9mm (80% of eligible)	March 2 (94%) May 4 (6%)
2nd	Custody Settlement Opt-in	~5.2k	~4.3k (84% of eligible)	\$47.1mm	\$39.1mm (83% of eligible)	May 9 - Payment 1 of 2 (²)
3rd	Withhold (Ad Hoc only)	14 ⁽¹⁾	100%	\$0.15mm (³)	\$0.15mm (99% of eligible)	May 18
4th	Postpetition	~3.0k	~1.3K (43% of eligible)	\$1.6mm	\$1.0mm (71% of eligible)	May 25

Note: Values expressed in \$ terms use coin pricing as of the petition date; withdrawals and the number of KYC'd users is as of June 25th, 2023.

(1) Group 1 now includes ~200 additional users (33.9K vs 33.7K in the prior update) who became eligible with the addition of the 6%, and one additional user (14 total vs 13 in previous update) was included in Group 3 (Withhold settlement). (2) Payment 1 of 2 (36.25% of Custody Account value) available on May 9th. (3) Represents 15% of users balances that are eligible for withdrawal.



Rig Deployments

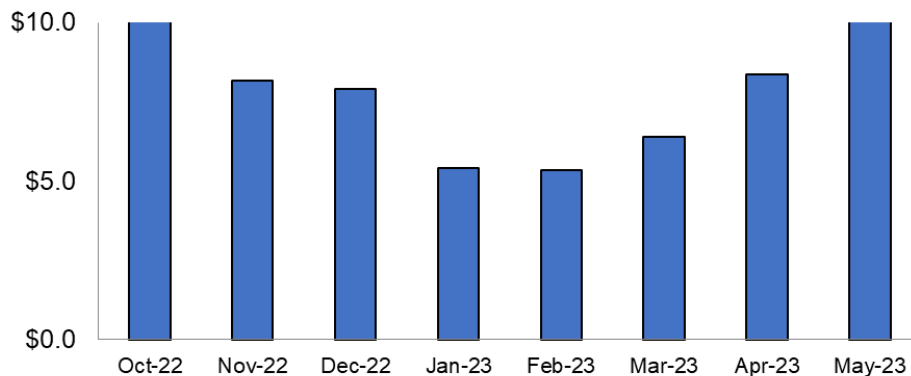
- ~64k rigs deployed at the end of May - an increase of 20% from April

Highlights

- Adjusted EBITDA of \$1.5mm for May, compared to \$1.4mm for April
 - Total May revenue of \$10.2mm, a 21% increase from April, driven by higher transaction fee income
 - Average revenue per mined Bitcoin of \$27,527, a decrease of 5% from April
 - Lower uptime in May due to a planned maintenance outage at the Hardin MT facility

Key Metrics	May 2023	April 2023	Diff. (4)
BTC Production	378	289	31%
Avg. BTC Produced per Day (1)	12.2	9.6	27%
Revenue (\$mm) (1)	\$10.2	\$8.4	21%
Adjusted Gross Margin (2)	27%	26%	1%
Adjusted EBITDA (\$mm)	\$1.5	\$1.4	4%
Ending Rigs Deployed ('000)	64	53	20%
Uptime (3)	61%	68%	-7%
Network Hash (TH/s)	361	343	5%
Average Revenue per Mined BTC (\$)	27,527	28,863	-5%

Revenue (\$ mm)



(1) BTC production and Revenue earned are gross BTC produced before any expenses or profit share.

(2) Adjusted Gross Margin is after deduction of power cost, hosting services, operating cost and profit share.

(3) Defined as the number of mining equipment in operation as a percentage of the total equipment deployed.

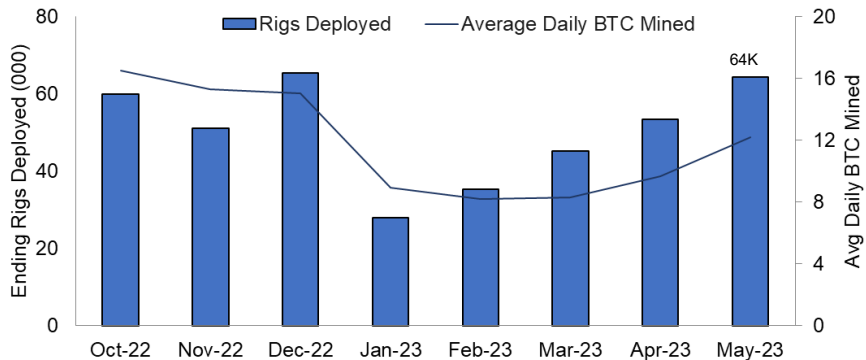
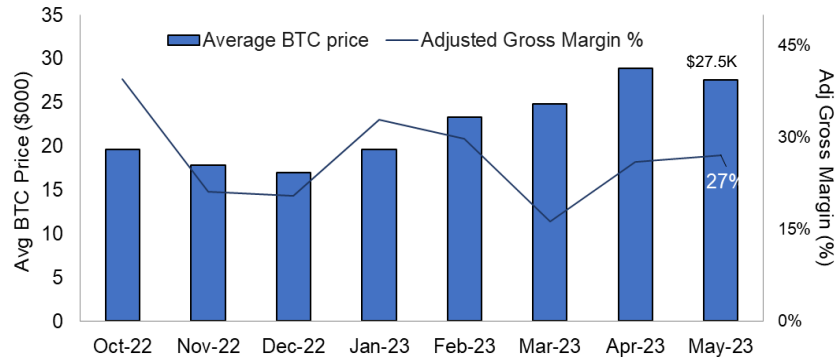
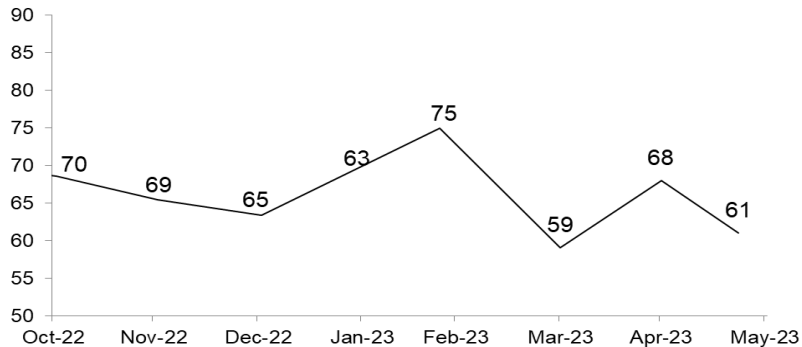
(4) Adjusted Gross Margin and Uptime differences are the simple subtraction between two months and the rest of the metrics are a percentage change.



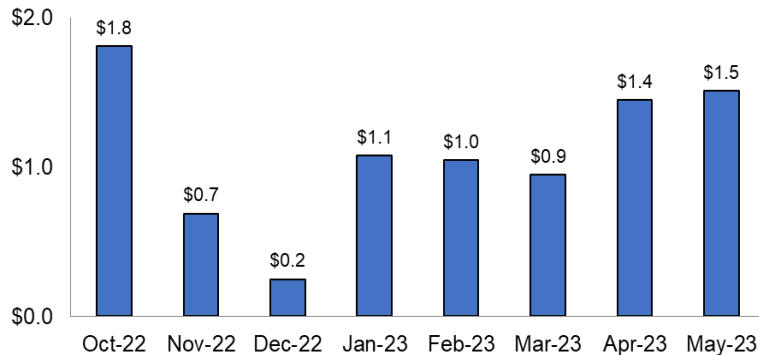
Mining May 2023 Trend

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Average Uptime (%)



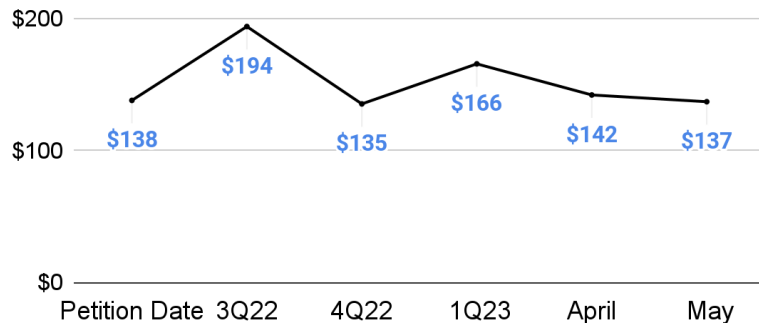
Adjusted EBITDA (\$mm)





Cash Flow & Liquidity (Petition Date - May 2023)

Cash on hand (in \$mm)



Current cash balance **\$137mm**;
-\$1mm since Petition Date

-\$1mm net cash flows since the Petition Date

Cash Inflows of \$300mm⁽¹⁾

- ❑ \$69mm from payments on investments & loans
- ❑ \$84mm from selling mined BTC
- ❑ \$106mm of cash withdrawn from exchanges + sale of stablecoins
- ❑ \$40mm from sale proceeds of GK8

Operating Outflows of \$116mm

- ❑ \$60mm of mining hosting fees
- ❑ \$41mm for payroll & other account payables
- ❑ \$15mm for other expenses

Restructuring Costs of \$133mm

Capital Expenditures of \$52mm

(1) \$1.0mm proceed in sales of mining equipments and other smaller inflows are not noted separately.

